

CONSOLIDATION										
APOLLO RESOURCES INTERNATIONAL, INC.										
Month Ended December 31, 2006										
	Account	Mt States	BCD	A. Nat Gas	OGC Pipeline	Apollo Production & Operating	Mt states/BCD/Apollo nat gas Consolidated	Apollo Production & Operating		
Current Assets										
Cash and cash equivalents		(159,411)	(11,445)	107	159			(170,590)		
Marketable securities								0		
Trade accounts receivable, net of allowances for doubtful accounts of \$108,888 at November 30, 2006 and \$0 at December 31, 2005		144,832	351,732					496,564		
Accounts receivable from working interest owners		395,135	82,000					477,135		
Other receivables		6,461	63,227	332,763	141,799			544,250		
Prepaid expenses and current deposits								0		
Inventory								0		
Notes receivable--current								0		
Other current assets								0		
Total Current Assets		387,017	485,514	332,870	141,958	0	0	1,347,359		
Property, plant and equipment--cost										
D D & A		14,197,062	2,643,838	5,372,318	1,734,985			23,948,203		
Property, plant and equipment, net		(5,363,226)						(5,363,226)		
Goodwill		8,833,836	2,643,838	5,372,318	1,734,985		0	18,584,977		
Deposits--non-current		935,185						935,185		
Investment in joint ventures						10,000,000		10,000,000		
Deferred expenses								0		
Notes receivable--RPT								0		
Other assets								0		
Total Assets		9,769,021	2,643,838	5,372,318	1,734,985	10,000,000	0	29,520,162		
	Intercompany due from/(due to)	(3,674,818)	(5,434,459)	(6,199,517)	(335,699)	(10,005,000)		(25,649,493)		
	Unconsolidated asset total to balance	6,481,220	(2,305,107)	(494,329)	1,541,244	(5,000)	0	5,218,027		
Current Liabilities										
Accounts payable		1,199,442	1,410,321	22,410	15,238			2,647,411		
Accrued expenses			124,043	0	239,388			363,431		
Royalty payable			0	0	0			0		
Accounts payable to related party			0	0	0			0		
Income taxes payable			0	0	0			0		
Notes payable--short-term		20,777	539,000	0	575,908			1,135,685		
Line of Credit								0		
Conv debt less discount								0		
Derivative liabilities			0	0				0		
Asset retirement obligations--short-term		495,957	1,234,343	0				1,730,300		
Deferred income taxes--current			0	0				0		
Other current liabilities			0	0				0		
Total Current Liabilities		1,716,176	3,307,707	22,410	830,534	0	0	5,876,827		
Notes payable--long-term										
Asset retirement obligations--long-term		2,500,000	800,000	0				3,300,000		
Deferred income taxes--long-term			0	0				0		
Other long-term liabilities			0	0				0		
Total liabilities		4,216,176	4,107,707	22,410	830,534	0	0	9,176,827		
Minority interest			0	0	0	0	0	0		

CONSOLIDATION									
APOLLO RESOURCES INTERNATIONAL, INC.									
Month Ended December 31, 2006									
Account	Mt States/BCD/Apollo nat gas								
	Mt States	BCD	A. Nat Gas	OGC Pipeline	Apollo Production & Operating	Reclass/je	Consolidated Apollo Production & Operating		
Stockholders' Equity									
Preferred stock Series A, \$1.00 par, 8.5% cumulative non-voting convertible, 12,500,000 shares authorized and outstanding at September 30, 2006 and December 31, 2005									
Preferred stock Series B, same characteristics as Series A above	0	0	0	0	0	0	0	0	
Common stock, \$.001 par : 500,000,000 shares authorized, 202,931,911 and 181,720,026 shares issued and outstanding at November 30, 2006 and October 31, 2005, respectively	0	0	0	0	1,000,000		1,000,000		
Additional paid-in capital	4,750,000	(1,509,980)		(1,833,706)	(1,000,000)		406,314		
Accumulated deficit	29,470	(1,225,713)		1,993,527	(5,000)		792,284		
Dividends Paid		(500,000)					(500,000)		
Pre Purchase	1,766,966						1,766,966		
Accumulated comprehensive income (loss)	(4,281,392)	(3,177,122)	(516,739)	550,889			(7,424,363)		
Treasury Stock							0		
Common stock issued for future services	2,265,044	(6,412,815)	(516,739)	710,710	(5,000)	0	(3,958,800)		
Total Stockholders' Equity	6,481,220	(2,305,108)	(494,329)	1,541,244	(5,000)	0	5,218,027		
Total Liabilities and Stockholders' Equity	2,265,044					0			
Year Ended December 31, 2006									
Revenue	4,146,426	202,936	144,370	4,447			4,498,179		
Cost of sales	8,267,203	2,871,208	275	0			11,138,686		
Gross profit (loss)	(4,120,777)	(2,668,272)	144,095	4,447			(6,640,507)		
Compensation							0		
Depreciation, Amort	179,180	419,889	660,834	87,721			1,347,624		
Selling, general and administrative	(4,299,957)	(3,088,161)	(516,739)	(83,274)			(7,988,131)		
Operating loss							0		
Other income (expense), net									
Interest	50,107	22,000		687,842			759,949		
Financing	(31,542)	(110,960)		(53,679)			(196,181)		
Gain on derivatives							0		
Gain on sale of assets							0		
Gain on contract							0		
Loss on investments writedowns							0		
Gain on marketable equity securities							0		
Minority interest							0		
Other							0		
Loss before income taxes and extraordinary item	(4,281,392)	(3,177,121)	(516,739)	550,889			(7,424,363)		
Income taxes	0	0	0	0			0		
Net loss	(4,281,392)	(3,177,121)	(516,739)	550,889			(7,424,363)		